

Death of
taxpayer.

23. (1) When a taxpayer has died

(a) an amount received in respect of interest, rents, royalties, annuities or other periodical payments shall be deemed to have been received in equal daily amounts in the period for or in respect of which the amount was payable, and an amount so deemed to have been received on or before the day of death shall be included in computing the taxpayer's income and an amount so deemed to have been received after the day of death shall be included in computing the income of his estate; and

(b) income earned by the taxpayer during his lifetime and received after his death by his legal representatives shall, if it was not included in computing his income, be included in computing the estate's income for the taxation year in which it was received to the extent that the amount so received in the year exceeds \$750.

(2) In paragraph (b) of subsection (1), "income earned by the taxpayer" means his "earned income" as defined by section 31.

Securities
in satisfac-
tion of
income debt.

24. Where a person has received a security or other right wholly or partially as or in lieu of payment of or in satisfaction of an interest, dividend or other debt that was then payable and the amount of which would be included in computing his income if it had been paid, the value of the security or other right or the applicable portion thereof shall, notwithstanding the form or legal effect of the transaction, be included in computing his income for the taxation year in which it was received; and a payment in redemption of the security or in satisfaction of the right shall not be included in computing the recipient's income.

DIVISION III—TAXABLE INCOME.

25. (1) For the purpose of computing the taxable income of an individual for a taxation year there may be deducted from his income for the year such of the following amounts as are applicable

Married
status.

(a) \$1,500 in the case of a taxpayer who, during the year, was

- (i) a married person who supported his spouse,
- (ii) a person who had a son or daughter wholly dependent upon him for support, if the son or daughter was, during the year,
 - (A) under 18 years of age,
 - (B) 18 years of age or over and dependent by reason of mental or physical infirmity, or
 - (C) under 21 years of age and a student at a secondary school, university or other educational institution,

(iii) an unmarried person or a married person not supporting his spouse who maintained a self-contained domestic establishment and actually supported therein a person wholly dependent